## UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency Washington, DC 20250 **Notice FI-2733** 

For: FSA and FAS Offices and APFO

## **Privately-Owned Vehicle (POV) Mileage Rate Change**

Approved by: Deputy Administrator, Management

## 1 POV Mileage Rate Change

## A Background

On January 6, 2006, GSA announced a **decrease** in the mileage reimbursement rates for federal employees who use POV's while on official travel. This decrease was effective January 1, 2006.

#### **B** Reason for Decrease

After the gas price spike in September 2005, the IRS made a special one-time rate adjustment, bringing the mileage rate from 40.5 cents to 48.5 cents per mile. GSA followed the IRS's lead less than a week later. The IRS issued the 2006 standard mileage rates, reducing the rate for use of car. Again, GSA followed the IRS's lead.

#### C Purpose

This notice informs employees about the POV mileage rate decrease.

### **D** New Rates

The rates for using these modes of transportation are as follows:

- POV reimbursement rates:
  - 44.5 cents per mile (if no government-owned vehicle available)
  - 28.5 cents per mile (if government-owned vehicle is available)
  - 12.5 cents per mile (if committed to use government-owned vehicle)
- motorcycle POV rate 30.5 cents per mile
- airplane POV rate \$1.07 per mile.

Disposal Date	Distribution
October 1, 2007	All FSA and FAS Offices and APFO; State Offices relay to County Offices

1-12-06 Page 1

### **Notice FI-2733**

# 1 POV Mileage Rate Change (Continued)

## **E** Labor-Management Obligations

Where exclusive representation exists, bargaining may be requested to the extent allowed by applicable statutes. Where contract language already addresses these policies and procedures for bargaining unit employees, contract language prevails.

## F Contact

If there are questions about this notice, contact the appropriate office in this table.

Location	Contact
County Office	State Office.
State Office	Star Bryant, DAFO, at 202-720-0183.
Kansas City and St. Louis Complexes	Larry Hayob at 816-926-1435.
National Office	FMD, Debt Management and Travel Policy Staff,
	at 703-305-1408.

1-12-06 Page 2